

# BASIC FOUNDATION PROGRAM

FY 2009-10

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DEFINE PROGRAM EXPENDITURE LEVEL

DEFINE MANDATORY TAX EFFORT

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PROGRAM COST - TAXES RAISED = STATE AID

WPU's X \$2,577 - LOCAL PROPERTY TAX REVENUE [0.001303 (Estimated) Tax Rate] = STATE AID

<u>DISTRICT A</u> (Non-Recapture District)		<u>DISTRICT B</u> (Recapture District) <sup>1</sup>	
1,000 WPU's		1,000 WPU's	
0.000100 Tax Rate Raises:		0.000100 Tax Rate Raises:	
	\$ 20,000		\$ 200,000
1,000 WPU's X \$2,577 =		1,000 WPU's X \$2,577 =	
Less Tax Revenue		Less Tax Revenue	
0.001303		0.001303	
	\$2,577,000		\$2,577,000
	<u>260,600</u>		<u>2,606,000</u>
STATE AID		STATE AID	
	\$2,316,400		\$ (29,000)
STATE GIVES DISTRICT		DISTRICT GIVES STATE	
	\$2,316,400		\$ 29,000
TOTAL DISTRICT REVENUE		TOTAL DISTRICT REVENUE	
	<u>\$2,577,000</u>		<u>\$2,577,000</u>

NOTE:

To change from Old Utah Mill to Present Tax Rate, DIVIDE by 5,000. Example: 8.77 / 5,000 = 0.001754  
To change from Present Tax Rate to Old Utah Mill, MULTIPLY by 5,000. Example: 0.001754 X 5,000 = 8.77

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<sup>1</sup>The 1995 Legislature significantly reduced the FY 1995-96 (Tax Year 1995) Basic Rate levy and resultant tax yield. As a result of this initial reduction and further reductions by subsequent legislative actions, no basic rate revenue has been recaptured from any school district since FY 1995-96.